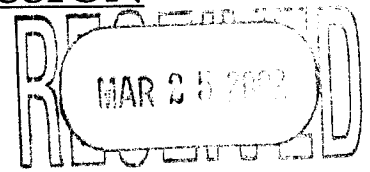
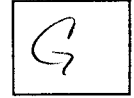


3-25-02 Assessment db updated cm

**ARIZONA CORPORATION COMMISSION**  
**UTILITIES DIVISION**



**ANNUAL REPORT MAILING LABEL – MAKE CHANGES AS NECESSARY**



G-02527A  
GRAHAM COUNTY UTILITIES, INC. (GAS DIVISION)  
P. O. DRAWER B  
PIMA AZ 85543-0000

**ANNUAL REPORT**

**FOR YEAR ENDING**

12	31	2001
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Entered  
3-25-02  
cm

FOR COMMISSION USE

ANN 02	01
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## COMPANY INFORMATION

**Company Name (Business Name)** Graham County Utilities, Inc. - Gas

**Mailing Address** PO DRAWER B  
(Street)

PIMA

(City)

ARIZONA

(State)

85543

(Zip)

(928) 485-2451

Telephone No. (Include Area Code)

(928) 485-9491

Fax No. (Include Area Code)

Pager/Cell No. (Include Area Code)

**Email Address** russeb@aepnet.com

**Local Office Mailing Address** PO DRAWER B  
(Street)

PIMA

(City)

ARIZONA

(State)

85543

(Zip)

(928) 485-2451

Local Office Telephone No. (Include Area Code)

(928) 485-9491

Fax No. (Include Area Code)

Pager/Cell No. (Include Area Code)

**Email Address** russeb@aepnet.com

## MANAGEMENT INFORMATION

**Management Contact:** RUSS BARNEY FINANCE MANAGER  
(Name) (Title)

PO DRAWER B  
(Street)

PIMA  
(City)

ARIZONA  
(State)

85543  
(Zip)

(928) 485-2451

Telephone No. (Include Area Code)

(928) 485-9491

Fax No. (Include Area Code)

Pager/Cell No. (Include Area Code)

**Email Address** russeb@aepnet.com

**On Site Manager:** STEVE LINES  
(Name)

PO DRAWER B  
(Street)

PIMA  
(City)

ARIZONA  
(State)

85543  
(Zip)

(928) 485-2451

Telephone No. (Include Area Code)

(928) 485-9491

Fax No. (Include Area Code)

Pager/Cell No. (Include Area Code)

**Email Address** \_\_\_\_\_

**Statutory Agent:** LEVEN B FERRIN

(Name)

1536 CHEROKE LANE

(Street)

SAFFORD

(City)

ARIZONA

(State)

85546

(Zip)

(928) 485-2451

Telephone No. (Include Area Code)

(928) 485-9491

Fax No. (Include Area Code)

Pager/Cell No. (Include Area Code)

**Attorney:** MICHAEL M GRANT

(Name)

2575 E CAMELBACK RD

(Street)

PHOENIX

(City)

ARIZONA

(State)

85016-9225

(Zip)

(602) 530-8000

Telephone No. (Include Area Code)

(602) 530-8500

Fax No. (Include Area Code)

Pager/Cell No. (Include Area Code)

### OWNERSHIP INFORMATION

Check the following box that applies to your company:

☐ Sole Proprietor (S)

☐ C Corporation (C) (Other than Association/Co-op)

☐ Partnership (P)

☐ Subchapter S Corporation (Z)

☐ Bankruptcy (B)

☒ Association/Co op (A)

☐ Receivership (R)

☐ Limited Liability Company

☐ Other (Describe) \_\_\_\_\_

### COUNTIES SERVED

Check the box below for the county/ies in which you are certificated to provide service:

☐ APACHE

☐ COCHISE

☐ COCONINO

☐ GILA

☒ GRAHAM

☐ GREENLEE

☐ LA PAZ

☐ MARICOPA

☐ MOHAVE

☐ NAVAJO

☐ PIMA

☐ PINAL

☐ SANTA CRUZ

☐ YAVAPAI

☐ YUMA

☐ STATEWIDE

## SERVICES AUTHORIZED TO PROVIDE

Check the following box/s for the services that you are authorized to provide:

☐ **Electric**

- ☐ Investor Owned Electric
- ☐ Rural Electric Cooperative
- ☐ Utility Distribution Company
- ☐ Electric Service Provider
  - ☐ Transmission Service Provider
  - ☐ Meter Service Provider
  - ☐ Meter Reading Service Provider
  - ☐ Billing and Collection
  - ☐ Ancillary Services
  - ☐ Generation Provider
  - ☐ Aggregator/Broker

☐ **Telecommunications**

- ☐ Incumbent Local Exchange Carrier
- ☐ Interexchange Carrier
- ☐ Competitive Local Exchange Carrier
- ☐ Reseller
- ☐ Alternative Operator Service Provider

☒ **Gas**

- ☒ Natural Gas
- ☐ Propane

☐ **Other** (Specify) \_\_\_\_\_

\_\_\_\_\_

## STATISTICAL INFORMATION

### TELECOMMUNICATION UTILITIES ONLY

Total residential access lines	_____
Total business access lines	_____
Total revenue from Arizona operations	\$ _____
Total income from Arizona operations	\$ _____
Value of assets used to serve Arizona customers	\$ _____
Accumulated depreciation associated with those assets	\$ _____

**STATISTICAL INFORMATION (CONT'D)**

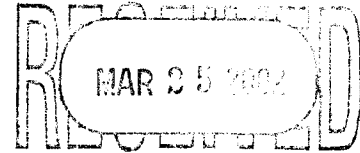
**ELECTRIC UTILITY PROVIDERS ONLY**

Total number of customers	_____
Residential	_____
Commercial	_____
Industrial	_____
Public street and highway lighting	_____
Irrigation	_____
Resale	_____
 Total kilowatt-hours sold	_____ kWh
Residential	_____
Commercial	_____
Industrial	_____
Public street and highway lighting	_____
Irrigation	_____
Resale	_____
 Maximum Peak Load	_____ MW

**GAS UTILITIES ONLY**

Total number of customers	_____
Residential	_____ 4,412
Commercial	_____ 235
Industrial	_____
Irrigation	_____ 11
Resale	_____
 Total therms sold	_____ 2,169,161 therms
Residential	_____ 2,169,161
Commercial	_____ 765,795
Industrial	_____
Irrigation	_____ 14,948
Resale	_____ 1112

# VERIFICATION AND SWORN STATEMENT Intrastate Revenues Only



## VERIFICATION

STATE OF \_\_\_\_\_  
I, THE UNDERSIGNED  
OF THE \_\_\_\_\_

COUNTY OF (COUNTY NAME)	Director of Utilities
Graham	
NAME (OWNER OR OFFICIAL) TITLE	
Steve Lines - General Manager	
COMPANY NAME	
Graham County Utilities, Inc. - Gas	

## DO SAY THAT THIS ANNUAL UTILITY REPORT TO THE ARIZONA CORPORATION COMMISSION

FOR THE YEAR ENDING

MONTH	DAY	YEAR
12	31	2001

HAS BEEN PREPARED UNDER MY DIRECTION, FROM THE ORIGINAL BOOKS, PAPERS AND RECORDS OF SAID UTILITY; THAT I HAVE CAREFULLY EXAMINED THE SAME, AND DECLARE THE SAME TO BE A COMPLETE AND CORRECT STATEMENT OF BUSINESS AND AFFAIRS OF SAID UTILITY FOR THE PERIOD COVERED BY THIS REPORT IN RESPECT TO EACH AND EVERY MATTER AND THING SET FORTH, TO THE BEST OF MY KNOWLEDGE, INFORMATION AND BELIEF.

## SWORN STATEMENT

IN ACCORDANCE WITH THE REQUIREMENT OF TITLE 40, ARTICLE 8, SECTION 40-401, ARIZONA REVISED STATUTES, IT IS HEREIN REPORTED THAT THE GROSS OPERATING REVENUE OF SAID UTILITY DERIVED FROM ARIZONA INTRASTATE UTILITY OPERATIONS DURING CALENDAR YEAR 2001 WAS:

Arizona IntraState Gross Operating Revenues Only (\$)

\$ 3,638,672

(THE AMOUNT IN BOX ABOVE  
INCLUDES \$ 203,994  
IN SALES TAXES BILLED, OR COLLECTED)

**\*\*REVENUE REPORTED ON THIS PAGE MUST INCLUDE SALES TAXES BILLED OR COLLECTED. IF FOR ANY OTHER REASON, THE REVENUE REPORTED ABOVE DOES NOT AGREE WITH TOTAL OPERATING REVENUES ELSEWHERE REPORTED, ATTACH THOSE STATEMENTS THAT RECONCILE THE DIFFERENCE. (EXPLAIN IN DETAIL)**

*Steve M. Lines*  
SIGNATURE OF OWNER OR OFFICIAL  
(928) 485-2451  
TELEPHONE NUMBER

SUBSCRIBED AND SWORN TO BEFORE ME

A NOTARY PUBLIC IN AND FOR THE COUNTY OF

THIS 21<sup>st</sup> DAY OF

(SEAL)

MY COMMISSION EXPIRES 3-10-04



OFFICIAL SEAL  
MALENA L. STEWART  
Notary Public - State of Arizona  
GRAHAM COUNTY  
My Comm Expires March 10, 2004

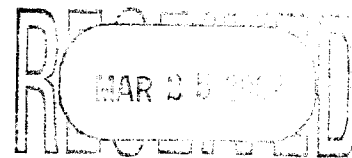
COUNTY NAME	Graham
MONTH	March 2002

SIGNATURE OF NOTARY PUBLIC

*Malena L Stewart*

**VERIFICATION  
AND  
SWORN STATEMENT  
RESIDENTIAL REVENUE  
INTRASTATE REVENUES ONLY**

ARIZONA CORPORATION  
COMMISSION



STATE OF ARIZONA

I, THE UNDERSIGNED

OF THE

(COUNTY NAME) Graham		Director of Utilities
NAME (OWNER OR OFFICIAL) Steve Lines	TITLE General Manager	
COMPANY NAME Graham County Utilities, Inc. - Gas		

DO SAY THAT THIS ANNUAL UTILITY REPORT TO THE ARIZONA CORPORATION COMMISSION

FOR THE YEAR ENDING

MONTH	DAY	YEAR
12	31	2001

HAS BEEN PREPARED UNDER MY DIRECTION, FROM THE ORIGINAL BOOKS, PAPERS AND RECORDS OF SAID UTILITY; THAT I HAVE CAREFULLY EXAMINED THE SAME, AND DECLARE THE SAME TO BE A COMPLETE AND CORRECT STATEMENT OF BUSINESS AND AFFAIRS OF SAID UTILITY FOR THE PERIOD COVERED BY THIS REPORT IN RESPECT TO EACH AND EVERY MATTER AND THING SET FORTH, TO THE BEST OF MY KNOWLEDGE, INFORMATION AND BELIEF.

**SWORN STATEMENT**

IN ACCORDANCE WITH THE REQUIREMENTS OF TITLE 40, ARTICLE 8, SECTION 40-401.01, ARIZONA REVISED STATUTES, IT IS HEREIN REPORTED THAT THE GROSS OPERATING REVENUE OF SAID UTILITY DERIVED FROM ARIZONA INTRASTATE UTILITY OPERATIONS RECEIVED FROM RESIDENTIAL CUSTOMERS DURING CALENDAR YEAR 2001 WAS:

ARIZONA INTRASTATE GROSS OPERATING REVENUES
\$ 2,766,126

(THE AMOUNT IN BOX AT LEFT  
INCLUDES \$ 155,437  
IN SALES TAXES BILLED, OR COLLECTED

\*RESIDENTIAL REVENUE REPORTED ON THIS PAGE  
MUST INCLUDE SALES TAXES BILLED.

X Steve M. Lines  
SIGNATURE OF OWNER OR OFFICIAL

SUBSCRIBED AND SWORN TO BEFORE ME

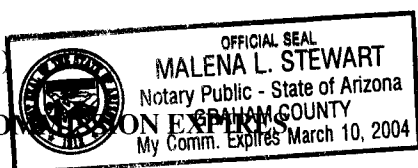
A NOTARY PUBLIC IN AND FOR THE COUNTY OF

THIS 21st DAY OF

NOTARY PUBLIC NAME Malena L. Stewart	
COUNTY NAME Graham	
MONTH march	2003

(SEAL)

MY COM



X Malena L. Stewart  
SIGNATURE OF NOTARY PUBLIC

3-10-04

**FINANCIAL AND STATISTICAL REPORT****GRAHAM COUNTY UTILITIES, INC.**

GAS SYSTEM

PIMA, AZ 85543

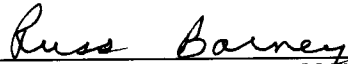
**MONTH ENDING**

DECEMBER 31, 2001

Round ALL AMOUNTS to nearest dollar.

**CERTIFICATION**

We hereby certify that the entries in this report are in accordance with the accounts and other records of the system and reflect the status of the system to the best of our knowledge and belief.


**SIGNATURE OF OFFICE MANAGER OR ACCOUNTANT**

1/22/02

**DATE**

**SIGNATURE OF MANAGER**

1/22/02

**DATE****PART A. STATEMENT OF OPERATIONS****DECEMBER**

ITEM	YEAR-TO-DATE			THIS MONTH
	LAST YEAR (a)	THIS YEAR (b)	BUDGET (c)	(d)
1. Operating Revenue and Patronage Capital	2,095,352	3,406,639	3,680,379	376,037
2. Gas Production Expense	-	-	-	-
3. Cost of Purchased Gas	1,071,009	2,329,789	2,580,928	250,672
4. Transmission Expense	-	-	-	-
5. Distribution Expense - Operations	183,847	232,533	190,641	18,528
6. Distribution Expense - Maintenance	241,008	206,186	245,534	23,189
7. Consumer Accounts Expense	192,197	187,670	197,576	15,841
8. Customer Service and Informational Expense	-	-	-	-
9. Sales Expense	-	-	-	-
10. Administrative and General Expense	180,368	183,013	183,209	17,345
11. Total Operation & Maintenance Expense (2 - 10)	1,868,428	3,139,192	3,397,888	325,575
12. Depreciation and Amortization Expense	89,034	92,643	95,779	7,914
13. Tax Expense - Property	-	-	-	-
14. Tax Expense - Other	-	-	-	-
15. Interest on Long-Term Debt	135,077	143,360	131,652	9,794
16. Interest Charged to Construction - Credit	-	-	-	-
17. Interest Expense - Other	17,183	11,397	47,234	1,100
18. Other Deductions	-	-	-	-
19. Total Cost of Gas Service (11 - 18)	2,109,722	3,386,591	3,672,553	344,384
20. Patronage Capital & Operating Margins (1 - 19)	(14,371)	20,048	7,826	31,653
21. Non Operating Margins - Interest	6,992	9,756	-	115
22. Allowance for Funds Used During Construction				
23. Non Operating Margins - Other				
24. Generation & Transmission Capital Credits				
25. Other Capital Credits and Patronage Dividends	8,845	9,258	8,845	
26. Extraordinary Items				
27. Patronage Capital or Margins (20 - 26)	1,467	39,062	16,671	31,768

**PART B. DATA ON TRANSMISSION AND DISTRIBUTION PLANT**

ITEM	YEAR-TO-DATE		ITEM	YEAR-TO-DATE	
	LAST YEAR (a)	THIS YEAR (b)		LAST YEAR (a)	THIS YEAR (b)
1. New Services Connected	100	60			
2. Service Retired		-	6. Miles Distribution	193	204
3. Total Services in Place	4,650	4,710			
4. Idle Services (Exclude Seasonal)	-	-	8. Total Miles (5+6+7)	193	204



<b>FINANCIAL AND STATISTICAL REPORT</b>	<b>BORROWER DESIGNATION</b>
	<b>GAS SYSTEM</b>
Round ALL AMOUNTS to nearest dollar.	<b>MONTH ENDING</b>
	DECEMBER 31, 2001

**PART C. BALANCE SHEET**

<b>ASSETS AND OTHER DEBITS</b>		<b>LIABILITIES AND OTHER CREDITS</b>	
1. Total Utility Plant in Service	2,972,061	26. Memberships	25,180
2. Construction Work in Progress	15,219	27. Patronage Capital	(233,116)
3. Total Utility Plant (1 + 2)	2,987,280	28. Operating Margins - Prior Years	
4. Accum. Provision for Depreciation & Amort.	1,421,422	29. Operating Margins - Current Year	20,048
5. Net Utility Plant (3 -4)	1,565,858	30. Non Operating Margins	19,014
6. Nonutility Property _ Net		31. Other Margins and Equities	
7. Invest in Assoc Org - Patronage Capital		32. Total Margins & Equities (26 thru 31)	(168,874)
8. Invest in Assoc Org - General Funds	160,553	33. Long-Term Debt REA (Net)	
9. Invest in Assoc Org - Nongeneral Funds		(Payments - Unapplied \$_____)	
10. Other Investments		34. Long-Term Debt - Other (net)	1,548,193
11. Special Funds		(Payments - Unapplied \$_____)	
12. Total Other Property & Investments (6 thru 11)	160,553	35 Total Long-Term Debt(33 + 34)	1,548,193
13. Cash - General Funds		36. Notes Payable	-
14. Cash - Construction Funds - Trustee		37. Accounts Payable	722,225
15. Special Deposits	-	38. Consumers Deposits	50,545
16. Temporary Investments	-	39. Other Current & Accrued Liabilities	52,934
17. Notes Receivable - Net		40. Total Current & Accrued Liab (36 thru 39)	825,704
18. Accounts Receivable - Sales of Gas	253,969	41. Deferred Credits	-
19. Accounts Receivable - Fuel Bank	75,827	42. Miscellaneous Operating Reserves	
20. Materials & Supplies - Gas & Other	77,022	43. Total Liabilities & Other Credits (32 +	
21. Prepayments	19,519	35 + 40 thru 42)	2,205,023
22. Other Current & Accrued Assets		<b>ESTIMATED CONTRIBUTIONS IN AID TO CONSTRUCTION</b>	
23. Total Current & Accrued Assets (13 thru 22)	426,338	Balance Beginning of Year	501,143
24. Deferred Debits	52,274	Amounts Received This Year (Net)	33,207
25. Total Assets & Other Debits (5+12+23+24)	2,205,023	TOTAL Contributions in Aid of Construction	534,350

**PART D. CONSUMER SALES AND REVENUE DATA**

CLASS OF SERVICE	THIS MONTH			YEAR TO DATE	
	NO. RECEIVING SERVICE	THERMS SOLD	AMOUNT	THERMS SOLD	AMOUNT
				CUMULATIVE	CUMULATIVE
1. RESIDENTIAL SALES	4,412	298,169	281,765	2,169,161	2,589,112
2. IRRIGATION SALES	11	76	227	14,948	16,740
3. COMM & INDUSTRIAL	235	109,293	91,405	765,795	775,365
4. TOTAL GAS SALES	4,658	407,538	373,397	2,949,904	3,381,217
5. OTHER GAS REVENUE			2,640		25,421
6. TOTAL	4,658	407,538	376,037	2,949,904	3,406,639

**PART E. GAS STATISTICS**

ITEM	THIS MONTH	YEAR TO DATE	ITEM	THIS MONTH	YEAR TO DATE
1. THERMS PURCHASED	619,600	3,006,440	6. OFFICE USE		
2.			7. UNACCOUNTED FOR	212,062	56,536
3. TOTAL PURCHASED	619,600	3,006,440	8. % SYSTEM LOSS	34.23%	1.88%
			9. MAXIMUM DEMAND		
4. TOTAL SOLD	407,538	2,949,904	10. MONTH WHEN MAXIMUM DEMAND OCCURRED		